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State of New Mexico

Form C-103

Energy Minerals and Natural Resources Department Revised 1-1-89 OIL CONSERVATION DIVISION DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-025-29347 **DISTRICT II** Santa Fe, New Mexico 87504-2088 P.O. Drawer DD, Artesia, NM 88210 5. Indicate Type of Lease STATE FEE L DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 6. State Oil & Gas Lease No. LG 2945 SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: OIL WELL WELL X MARALO SY "16" STATE 2. Name of Operator 8. Well No. MARALO, INC. 3. Address of Operator 9. Pool name or Wildcat P. O. BOX 832, MIDLAND, TX 79702 REEVES; QUEEN, WEST 4. Well Location SOUTH Unit Letter L: 1748 Feet From The 742 __ Line and _ Feet From The 16 185 35E LEA Section Township Range NMPM County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3931' Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT PULL OR ALTER CASING CASING TEST AND CEMENT JOB L OTHER: **PLUGBACK** OTHER:_ 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. OPERATION: RECOMPLETE IN QUEEN SAND 11/13/95 PU RBP RETRIEVER TOOL. RIH W/TBG. 40' FILL ON TOP OF RBP @ 6187'. RU WIRELINE AND TIH W/CIBP. SET @ +/-6050'. DUMP 35' CEMT ON TOP OF CIBP. TIH W/4" PERF GUN 11/15/95 AND SHOOT 4 SQUEEZE HOLES @ 4600'. TIH W/TBG AND PKR SET @ 4613. PRESSURE UP ON CSG TO 500 PSI. PRESSURED TBG TO 2500 PSI, NO MOVEMENT. SHOT 4 HOLES @ 3500'. RIH W/TBG & PKR SET @ 3435'. PRESSURE ON CSG TO 500 PSI & TBG TO 2500 PSI, NO MOVEMENT. 11/16/95 DISPLACED HOLE W/2% KCL WTR. SPOT 200 GALS 7-1/2% MUD CLEAN OUT ACID @ 4350'. RU PERFORATORS USING 4" CARRIER GUNS W/PREMIUM CHARGES, AND SHOOT 2 SPF @ 4340-4350' (22 HOLES). 11/17/95 RU HYDROSTATIC TBG TESTERS AND TESTED IN HOLE ABOVE SLIPS TO 8000 PSI. REVERSE SPOT ACID INTO TBG AND SET PKR @ 4202'. BREAKDOWN PERFS BY PUMPING AWAY SPOT ACID. CONTINUE TREATMENT OF PERFS BY PUMPING 500 GALS 7-1/2% MUD CLEAN-OUT ACID CARRYING 40 BALL SEALERS. SWABBED BACK, EVALUATED. FRAC TANKS SET & FILLED W/WATER FOR FRAC JOB. 11/20/95 PRESSURED BACKSIDE @ 2000 PSI. FRAC DOWN TBG W/45,000 GALS HYBOR G3195 GEL CARRYING 94,078# 20/40 BROWN SAND. PUMP DOWN TBG @ AVG RATE OF 18.5 BPM @ 5000 PSI. 11/22/95 HAD NEW WELLHEAD BUILT & PUMPING UNIT BALANCED. 11/27/95 STARTED WELL PUMPING. 12/04/95 INSTALLED GAS ORIFICE TEST METER. 12/07/95 WELL SHUT IN AWAITING GAS HOOK UP. I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE REGULATORY ANALYST

DECEMBER 20, 1995

TYPE OR PRINT NAME

DOROTHEA LOGAN

TELETHONE NO. 915 684-7441

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APPROVED BY

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CONDITIONS OF APPROVAL, IF ANY: